

Report on the Repayment of General Fund Contributions

Under/Over-billing Issue:

In FY 14/15 User Agencies including County Departments, were underbilled for operational costs at the close of the fiscal year in the amount of \$1,477,176. Capital expenditures made in that fiscal year were not captured as part of the services and supplies that are billed out to the Agencies. Additionally, in FY 15/16 agencies were overbilled for operational costs in the amount of \$99,751 and further adjusted due to a misapplication of grant funds received from one of the User Agencies. The total amount to be re-billed to all Users for the erroneous billing was \$1,377,426.

After reporting these errors to User Agencies, it was agreed that User Agencies would pay their outstanding amount at the close of FY 17/18 for Dispatch Billing services, but had the opportunity to pay the rebilled amount at the close of FY 16/17. The amount advanced by the County was \$851,718. Emergency Communications received payment from some agencies at the close of FY17, in the amount of \$192,035. At the close of FY 17/18, Emergency Communications will receive the remaining amount from User Agencies. The Department will transfer the received amount to the General Fund at the close of FY17/18.

NGEN Expenditures Charged to the General Fund:

NGEN Project expenditures for FY 2015-16 and FY 2016-17 were made from NGEN Radio System Operations and Maintenance funds, as approved by the ECUAC. In FY 13/14, User Agencies paid NGEN Operations & Maintenance (NGEN O&M) fees in the amount of \$1,023,240 of which \$864,618 were not expended and considered surplus fees. The ECUAC and the Board of Supervisors approved these funds to be transferred to Fund 020 for future use on the NGEN project.

In FY 15/16, \$845,506 in expenses related to the NGEN Radio project were charged to the General Fund with the understanding that the costs would be paid for using the \$1,023,240 in previously collected NGEN O&M fees of which \$864,618 had been transferred to Fund 020. In FY 16/17 \$19,211 in expenses related to the NGEN Radio project were charged to the General Fund.

The transaction transferring the \$19,211 expended in FY 16/17 has been completed. The transaction to recognize the restricted revenue for FY15/16 expenses related to the NGEN Radio Project in the amount of \$845,506 has been initiated, as of January 23, 2018, in the County finance system and should be complete within 30 days pending normal County processing times.